

29 SEP 1961

MEMORANDUM FOR: Director of Central Intelligence

61-7852

SUBJECT : Inspector General's Survey of the Office of Logistics, June 1961

REFERENCE : Memo dtd 1 Jul 61 to DD/S fr DCI, same subject

1. This memorandum contains recommendations for your approval. Such recommendations are contained in paragraph 7.
2. I have carefully reviewed with the Director of Logistics the recommendations in the Inspector General's report of his survey of that Office. These recommendations have been coordinated with the other deputies as appropriate. Attached is a position summary resulting from this review and coordination.
3. I want to commend the Inspector General for his excellent survey of the Office of Logistics. This is by far the most comprehensive and constructive report ever written on that Office. The Inspector General's report contains a total of 148 recommendations (counting multiple parts separately). Positive action has been, is being, or will be taken on 123 of these recommendations. Such action is bound to improve not only the operation of the Office of Logistics, but total Agency effectiveness.
4. I have nonconcurred in twenty-one recommendations. Three of these nonconcurrences are subject to later reconsideration. Four are based in a policy question discussed in paragraph 5 below. The Deputy Director (Plans) and I part company (DD/P nonconcurring) on four other recommendations (Recommendation Nos. 2.a, 53, 63.b, and 63.c). Our split on three of these is based in a policy question discussed in paragraph 6 of this memorandum.
5. I differ with the position of the Inspector General, as reflected in Recommendation Nos. 46, 55, 57.a, and 57.b and the surrounding text in his report, on the conversion to employee status of non-Agency personnel performing regular service for the Agency. I agree with the Inspector General in principle, but I disagree on the basis that we should not consider positive action on these specific recommendations unless we are willing to extend our consideration to other comparable situations throughout the Agency. I believe that there is no point in undertaking such consideration unless we are willing to raise the Agency ceiling by several hundred. My nonconcurrency, stated in response to Recommendation No. 46, is based on the assumptions that: (1) you would be unwilling to entertain any significant increase in the Agency ceiling for the conversion of such non-Agency personnel to employee status in view of continuing pressures from the Bureau of the Budget and the Congress; and (2) so long as this situation exists and we have to augment our forces with non-Agency personnel to get our work done, this augmentation should be in the kinds of work least directly related to the Agency mission.

6. I agree with the Inspector General and differ with the Deputy Director (Plans) on the principle of administrative control of personnel of one Career Service who are serving with a component identified with a different Career Service. It is my position that in general Agency personnel should be under the full administrative control of the component with which they are serving and that when their duty component is identified with a Career Service other than their own, they should receive technical guidance and/or direction from their parent component or Career Service. The Deputy Director (Plans) holds a somewhat different view. This difference is reflected in the response to Recommendation Nos. 53, 63.b, and 63.c.

7. I recommend that you approve my position on:

a. The conversion of non-Agency personnel to employee status, as set forth in paragraph 5.

b. The administrative control of personnel of one Career Service who are serving with a component identified with a different Career Service, as stated in paragraph 6.

/s/
L. K. White
Deputy Director
(Support)

Attachments:

- 1 - Response of Deputy Director (Support) to Inspector General's Survey of the Office of Logistics
- 2 - Responses of the Office of Logistics and the Deputy Director (Plans) to Recommendation Nos. 53, 63.b, and 63.c

Distribution:

- 0 - DD/S
- 1 - DCI
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- 2 - DD/S

The recommendations contained in paragraph 7 are APPROVED:

ALLEN W. DULLES
Director of Central Intelligence
Date 10 JAN 1962

(unfiled) Note: see memo dtd to DD/P, DD/S, + A/IG from DDCI, same subject

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